CLEVELAND PUBLIC LIBRARY
BUSINESS INFORMATION BUREAU
CORPORATION FILE

S. H. KRESS & COMPANY

ACCOUNTS
YEAR 1932

BUYING AND EXECUTIVE OFFICES
114 FIFTH AVENUE
NEW YORK, N. Y.

S. H. KRESS &

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SUBSIDIARY

Consolidated Balance Sh

ASSETS

CURRENT ASSETS:		
Cash in banks, in transit and on hand	$ 6,459,720.75	
U. S. Government securities, at cost (market value $102,751.61)	101,337.51	
Sundry debtors	13,008.45	
Inventories of merchandise, including paid in transit, at cost or market, whichever is lower	10,168,431.31	
		$16,742,498.02
LOANS AND ADVANCES TO LANDLORDS		410,922.03
INVESTMENT IN CAPITAL STOCK OF S. H. KRESS & COMPANY, at cost (126,921 shares special preferred stock, 17,071 shares common stock)		1,812,787.31
DEFERRED CHARGES TO FUTURE OPERATIONS:		
Prepaid rental expenses, taxes, insurance premiums, etc.		460,848.32
CAPITAL ASSETS:		
Furniture and fixtures, at cost. $11,266,601.10		
Less—Reserve for depreciation 4,258,808.49	$ 7,007,792.61	
Buildings and improvements on leased properties and other improvements, proportion unamortized	8,822,232.75	
Land and buildings owned in fee, at cost $27,751,037.96		
Less—Reserve for depreciation 1,084,468.78	26,666,569.18	
Goodwill, leaseholds, etc.	1.00	
		42,496,595.54
		$61,923,651.22

To the Stockholders of
S. H. Kress & Company:

We have made an examination of the books and accounts of S. H. Kress & and we certify that, in our opinion, the above consolidated balance sheet and the fairly set forth the financial position of the combined companies at December

56 Pine Street,
New York,
January 25, 1933.

& COMPANY

D

COMPANIES

eet, December 31, 1932

LIABILITIES

CURRENT LIABILITIES:		
Accounts payable—trade creditors	$ 237,794.19	
Accrued expenses and miscellaneous accounts payable	725,906.66	
Reserve for Federal income tax (estimated)	560,000.00	
		$ 1,523,700.85
PURCHASE MONEY MORTGAGES PAYABLE 1933 TO 1937		313,000.00
CAPITAL STOCK:		
Special preferred stock—6% cumulative:		
Authorized—1,000,000 shares of $10 each	$10,000,000.00	
Issued—499,400 7/10 shares	$ 4,994,007.00	
Common stock without par value:		
Authorized—1,500,000 shares		
Issued—1,178,787 shares	28,471,873.92	
		33,465,880.92
EARNED SURPLUS, per statement attached		26,621,069.45
		$61,923,651.22

NOTE.—Merchandise in transit unpaid amounting to $730,000.00 has not been included in the above accounts.

Company and its subsidiary companies for the year ending December 31, 1932, relative profit and loss and surplus account are correctly prepared therefrom and 31, 1932, and the results of the operations for the year ending on that date.

PRICE, WATERHOUSE & Co.

S. H. KRESS & COMPANY

AND SUBSIDIARY COMPANIES

Consolidated Profit and Loss and Surplus Account

For the Year ending December 31, 1932

SALES		$62,776,948.19
DEDUCT—		
Cost of merchandise sold and operating expenses, including rent of owned stores	$58,938,653.56	
Provision for fixture depreciation and leased building amortization	1,006,019.34	
Provision for Federal income tax (estimated)	527,775.20	
Interest paid on notes, mortgages, etc.	32,339.02	
		60,504,787.12
		$ 2,272,161.07
ADD—OTHER INCOME:		
Rent charged for owned stores and received from tenants, less expenses (including $382,008.56 as provision for building depreciation)	$ 909,367.28	
Miscellaneous income, interest received, etc.	246,619.77	
		1,155,987.05
NET PROFIT FOR THE YEAR ENDING DEC. 31, 1932		$ 3,428,148.12
EARNED SURPLUS AT JANUARY 1, 1932		25,696,399.48
		$29,124,547.60
DEDUCT—		
Dividends on common stock:		
Cash dividends ($1.00 per share)	$ 1,164,208.00	
Stock dividends ($1.00 per share) paid in special preferred 6% cumulative stock	1,164,919.50	
	$ 2,329,127.50	
Cash dividends on special preferred 6% cumulative stock	174,350.65	
		2,503,478.15
EARNED SURPLUS AT DECEMBER 31, 1932		$26,621,069.45

Year	*Sales*	*Sales increase over preceding year*	*Profits*	*Ratio of profits to sales*
1916	$15,059,682.82	21.15%	$1,354,092.94	8.98%
1917	17,633,100.37	17.08	1,465,460.85	8.31
1918	21,160,111.19	20.00	1,158,716.51	5.47
1919	25,244,130.76	19.30	2,075,826.06	8.22
1920	28,973,846.79	14.77	960,855.38	3.31
1921	28,908,981.22	.00	1,258,141.82	4.35
1922	30,646,937.90	6.01	3,088,640.90	10.08
1923	34,005,464.41	10.95	3,472,901.91	10.21
1924	40,259,232.06	18.39	3,143,934.41	7.80
1925	45,963,182.02	14.17	4,158,521.26	9.05
1926	51,869,459.87	12.85	4,672,952.20	9.01
1927	58,059,924.84	11.93	5,089,036.76	8.77
1928	65,054,637.44	12.05	5,627,701.70	8.65
1929	68,474,993.10	5.26	5,834,400.39	8.52
1930	69,283,102.39	1.18	5,342,606.43	7.71
1931	69,041,926.08	—.35	5,016,481.16	7.27
1932	62,776,948.19	—9.07	3,428,148.12	5.46

The company operated a total of two hundred thirty stores at the end of the year.